

JOINT COMMISSIONING BOARD

Agenda Item 14

NHS Brighton & Hove
Brighton & Hove City Council

Subject: Financial Performance Report – Month 5
Date of Meeting: 14th November 2011
Report of: Director of Finance, NHS Sussex PCT Cluster
Director of Finance, BHCC
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Wards Affected: All

FOR GENERAL RELEASE

1. SUMMARY AND POLICY CONTEXT:

- 1.1 This report sets out the financial position and forecast for the partnership budgets at the end of month 5.

2. RECOMMENDATIONS:

- 2.2 Board members are requested to note the forecast outturns for the s75 budgets as at month 5.

3. RELEVANT INFORMATION:

Contributions for 2011/12

- 3.1 The table below shows the 2011/12 contributions from both the PCT and the council into the Partnership:

Service	s75 Contributions:		Commissioned from:
	PCT(£'000)	BHCC(£'000)	
Intermediate Care Services	4,564	1,231	Sussex Community NHS Trust
HIV / AIDS Services	373	569	Sussex Community NHS Trust
Learning Disabilities Services	791	30,811	Brighton and Hove City Council
Integrated Equipment Store	789	635	Sussex Community NHS Trust
Older People Mental Health	8,986	5,860	Sussex Partnership NHS Foundation Trust
Working Age Mental Health	28,202	5,685	Sussex Partnership NHS Foundation Trust
Substance Misuse Services	420	210	Sussex Partnership NHS Foundation Trust
	<u>44,125</u>	<u>45,001</u>	
Total PCT and council contributions to partnership		89,126	

- 3.2 Following the previous meeting of the Board, the PCT agreed to carry out a full budget review to separately identify areas relating to the s75 Partnership. Previously, the PCT has reported on the performance of the block contracts overall with the provider Trusts which include other service areas not included in

the s75 Partnership. The exercise has enabled the PCT to provide more accurate information on the specific contributions made to the Partnership in respect of Adults and Older People.

- 3.3 The total contributions from the PCT and the council amount to £44,561k and £45,001k respectively. The provider organisations are shown on the right side of the table against each of the services commissioned. [Note: The council is both a commissioning and provider organisation.]

Financial Position – Month 5 – 2011/12

- 3.4 The table below shows the month 5 forecast outturn variance by client group:

Month 5 Forecast Outturn Variance						
	Provider →	SCT	SPFT	PCT	BHCC	Total
		£'000	£'000	£'000	£'000	£'000
Lead Commissioner:						
PCT						
Intermediate Care Services		157	0	0	0	157
HIV / AIDS Services		(97)	0	0	0	(97)
Integrated Equipment Store		8	0	0	0	8
Older People Mental Health		0	(61)	0	0	(61)
Working Age Mental Health		0	235	0	0	235
Substance Misuse Services		0	(18)	0	0	(18)
		<u>68</u>	<u>156</u>	<u>0</u>	<u>0</u>	<u>224</u>
Council Pool						
Learning Disabilities Services		0	0	0	0	0
		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Pool Forecast		<u>68</u>	<u>156</u>	<u>0</u>	<u>0</u>	<u>224</u>
Savings / Recovery Plans		0	(156)	0	0	(224)
		<u>0</u>	<u>(156)</u>	<u>0</u>	<u>0</u>	<u>(224)</u>
Forecast (Surplus) / Deficit at Year-End		<u>(68)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

- 3.5 In respect of the council contributions, the table shows that there are pressures on the budget outturn in respect of services provided by Sussex Partnership NHS Foundation Trust (SPT) of £156k. The Adult Mental Health service is overspending by £235k due to pressures on the Community Care budget where actual number of people placed are 23 Whole Time Equivalentents greater than budgeted, mainly on long-term placements. The forecast overspend is partially off-set by underspends through vacancy management and access services. The council has agreed a 50/50 risk sharing arrangement with the Trust. A financial recovery plan has been agreed with the Trust with associated management actions.
- 3.6 The forecast outturn for services provided by Sussex Community NHS Trust is an overspend of £68k as a result of staffing pressures on Intermediate Care of £157k offset by an underspend of £97k on the HIV/AIDS budget. In addition there are pressures emerging on the Integrated Community Equipment Store budget which have been raised with the Trust. Management actions to address this are being discussed with the Trust.
- 3.7 The PCT 'block' contracts with SCT and SPFT are currently forecast to breakeven and, hence, there are no pressures forecast in relation to the s75 contributions. Regular discussions have been held with the Trusts during

the year to ensure there were no surprises and pressures materialising were addressed.

4. FINANCIAL & OTHER IMPLICATIONS:

Financial Implications:

4.1 The financial implications of the report are found in the text, highlighting the performance against the pooled budgets.

4.2 Legal Implications:

There are no specific legal implications (including Human Rights Act) which arise out of this report other than those raised in the main body of the Report in relation to the duty to the public purse in terms of the budget pressure arising in terms of SPT/SCT service provision.

Lawyer Consulted: *Sandra O'Brien* 01.11.2011

Equalities Implications:

4.3 There are no direct equalities implications arising from this report.

Sustainability Implications:

4.4 There are no direct sustainability implications arising from this report.

Crime & Disorder Implications:

4.5 There are no direct crime and disorder implications arising from this report.

Risk and Opportunity Management Implications:

4.6 There are no direct risk and opportunity management implications arising from this report. Both organisations have extensive risk management frameworks which address the risks arising from the section 75 agreement.

Corporate / Citywide Implications:

4.7 There are no direct corporate/ citywide implications arising from this report.

5. EVALUATION OF ANY ALTERNATIVE OPTIONS

5.1 No alternative options have been considered.

SUPPORTING DOCUMENTATION

Documents in Members Room

1. None

Background Documents

1. None